

# **DEPARTMENT OF ALCOHOL AND DRUG PROGRAMS**

## **Fiscal Year 2011-12** **REVISED BUDGET SUMMARY**

**May 16, 2011**

The Fiscal Year (FY) 2011-12 Revised Budget proposal for the Department of Alcohol and Drug Programs (DADP) is **\$ 630.6 million [\$222.4 million General Fund (GF)]** as compared to the FY 2011-12 Governor's Budget of \$630.4 million (\$222.1 million GF). Attachments A and B reflect the details of the proposed changes by fund source.

The Governor's May Revision continues to include the realignment of the responsibility for specified substance abuse services to the counties, as follows:

Non Drug Medi-Cal Regular	\$5.2 M
Non Drug Medi-Cal Perinatal	20.5 M
Drug Court Partnership Act	6.8 M
Comprehensive Drug Court Implementation Act	15.7 M
Dependency Drug Court Program	4.3 M
Drug Medi-Cal Program (Regular and Perinatal)	<u>131.1 M</u>
<b>Total Realignment</b>	<b>\$183.6 M</b>

As compared to the Governor's Budget, the Revised Budget for FY 2011-12 represents an **increase of \$223,000 (\$351,000 GF)** due to the following changes:

- **\$490,000 total increase (\$351,000 GF)** due to a combination of Drug Medi-Cal (DMC) May Revision caseload decreases and rate increases. The May Revision rates reflect a cumulative increase of 4.6% due to changes in the Implicit Price Deflator used in calculating the proposed DMC rates.
- **\$267,000 decrease (2 positions)** in State Support funding from the Mental Health Services Fund (Prop 63) currently used to support the department's co-occurring disorder activities.
- **\$11.2 million loss** of funding from the Department of Corrections and Rehabilitation for the Parolee Services Network. The associated decrease in the department's reimbursement authority will be reflected in next year's budget adjustments. It is expected that the loss of funding will be for one year only.
- **Transfer of state DMC functions to the Department of Health Care Services (DHCS).** The post-realignment state functions that are necessary for the operation of DMC will be moved from DADP to DHCS during FY 2011-12.
- **Elimination of DADP.** The Administration proposes to eliminate both DADP and the Department of Mental Health as separate departments in FY 2012-13. The placement of programs and their associated functions in both departments will be addressed during the development of the FY 2012-13 Governor's Budget to be released on January 10, 2012.

### **SAPT MOE Summary**

The Revised Budget continues to reflect exceeding the SAPT MOE Requirement for FY 2011-12.

**ATTACHMENT A**  
**DEPARTMENT OF ALCOHOL AND DRUG PROGRAMS**  
**FY 2011-12 REVISED BUDGET PROPOSAL**

(\$ IN THOUSANDS)

FUNDING SOURCE	CATEGORY		TOTAL BUDGETED	% of TOTAL EXPENDITURE
	SUPPORT	LOCAL ASSISTANCE		
<b>General Fund</b>	<b>\$4,960</b>	<b>\$217,473</b>	<b>\$222,433</b>	<b>\$0</b>
Non-Drug Medi-Cal Regular	\$0	\$5,189	\$5,189	0.82%
Non-Drug Medi-Cal Perinatal	\$0	\$20,448	\$20,448	3.24%
Drug Court Partnership Act	\$250	\$6,840	\$7,090	1.12%
Comprehensive Drug Court Implementation Act	\$491	\$15,691	\$16,182	2.57%
Dependency Drug Court	\$228	\$4,320	\$4,548	0.72%
Parolee Services	\$0	\$33,900	\$33,900	5.38%
Drug Medi-Cal Regular	\$3,032	\$128,537	\$131,569	20.86%
Drug Medi-Cal Perinatal	\$201	\$2,548	\$2,749	0.44%
HIPAA	\$758	\$0	\$758	0.12%
Other	\$0	\$0	\$0	0.00%
<b>Driving-Under-the-Influence Program Licensing Trust Fund</b>	<b>\$1,693</b>	<b>\$0</b>	<b>\$1,693</b>	<b>0.27%</b>
<b>Narcotic Treatment Program Licensing Trust Fund</b>	<b>\$1,377</b>	<b>\$0</b>	<b>\$1,377</b>	<b>0.22%</b>
<b>Indian Gaming Special Distribution Fund</b>	<b>\$4,457</b>	<b>\$4,000</b>	<b>\$8,457</b>	<b>1.34%</b>
<b>Audit Repayment Trust Fund</b>	<b>\$72</b>	<b>\$0</b>	<b>\$72</b>	<b>0.01%</b>
<b>Mental Health Services Fund (Prop 63)</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00%</b>
<b>Gambling Addiction Program Fund</b>	<b>\$166</b>	<b>\$0</b>	<b>\$166</b>	<b>0.03%</b>
<b>Residential and Outpatient Program Licensing Fund (ROPLF)</b>	<b>\$4,461</b>	<b>\$0</b>	<b>\$4,461</b>	<b>0.71%</b>
<b>Federal Trust Fund</b>	<b>\$19,629</b>	<b>\$240,434</b>	<b>\$260,063</b>	<b>41.24%</b>
Substance Abuse Block Grant	\$20,075	\$236,188	\$256,263	40.64%
Sale of Tobacco to Minors Control Account (SAPT)	-\$2,000	\$0	-\$2,000	-0.32%
Uniform Data Systems	\$321	\$0	\$321	0.05%
Access to Recovery Grant	\$879	\$2,508	\$3,387	0.54%
State Epidemiological Outcomes Workgroup (SEOW)	\$150	\$0	\$150	0.02%
Strategic Prevention Framework-State Incentive Grant (SPF-SIG)	\$204	\$1,738	\$1,942	0.31%
<b>Reimbursements</b>	<b>\$5,425</b>	<b>\$126,488</b>	<b>\$131,913</b>	<b>20.92%</b>
DHCS: Drug Medi-Cal Regular (GF Match)	\$3,032	\$113,133	\$116,165	18.42%
DHCS: Drug Medi-Cal Perinatal (GF Match)	\$201	\$2,548	\$2,749	0.44%
DHCS: DMC Licensing (ROPLF Match)	\$613	\$0	\$613	0.10%
DHCS: Drug Medi-Cal HIPAA	\$758	\$0	\$758	0.12%
CDCR: Parolee Services Network	\$0	\$0	\$0	0.00%
Lottery Commission: Problem Gambling	\$125	\$0	\$125	0.02%
Other	\$696	\$10,807	\$11,503	1.82%
<b>TOTALS</b>	<b>\$42,240</b>	<b>\$588,395</b>	<b>\$630,635</b>	<b>100.01%</b>

**ATTACHMENT B**  
**Department of Alcohol and Drug Programs**  
**Comparison**  
**FY 2011-12 Revised Budget vs. FY 2011-12 Governor's Budget**  
**(\$ IN THOUSANDS)**

FUNDING SOURCE	FY 2011-12 REVISED BUDGET PROPOSAL	FY 2011-12 GOVERNOR'S BUDGET	DIFFERENCE
<b>General Fund</b>	<b>\$222,433</b>	<b>\$222,082</b>	<b>\$351</b>
Non-Drug Medi-Cal Regular	\$5,189	\$5,189	\$0
Non-Drug Medi-Cal Perinatal	\$20,448	\$20,448	\$0
Drug Court Partnership Act	\$7,090	\$7,090	\$0
Comprehensive Drug Court Implementation Act	\$16,182	\$16,182	\$0
Dependency Drug Court	\$4,548	\$4,548	\$0
Parolee Services	\$33,900	\$33,900	\$0
Substance Abuse Offender Treatment Program	\$3,032	\$0	\$3,032
Drug Medi-Cal Regular (Caseload Estimates) <sup>1</sup>	\$128,537	\$127,858	\$679
Drug Medi-Cal Perinatal (Caseload Estimates) <sup>1</sup>	\$2,548	\$2,876	-\$328
Drug Medi-Cal State Support	\$959	\$3,233	-\$2,274
HIPAA	\$0	\$758	-\$758
<b>Driving-Under-the-Influence Program Licensing Trust Fund</b>	<b>\$1,693</b>	<b>\$1,693</b>	<b>\$0</b>
<b>Narcotic Treatment Program Licensing Trust Fund</b>	<b>\$1,377</b>	<b>\$1,377</b>	<b>\$0</b>
<b>Indian Gaming Special Distribution Fund</b>	<b>\$8,457</b>	<b>\$8,457</b>	<b>\$0</b>
<b>Audit Repayment Trust Fund</b>	<b>\$72</b>	<b>\$72</b>	<b>\$0</b>
<b>Mental Health Services Fund (Prop 63)</b>	<b>\$0</b>	<b>\$267</b>	<b>-\$267</b>
<b>Gambling Addiction Program Fund</b>	<b>\$166</b>	<b>\$166</b>	<b>\$0</b>
<b>Residential and Outpatient Program Licensing Fund</b>	<b>\$4,461</b>	<b>\$4,461</b>	<b>\$0</b>
<b>Federal Trust Fund</b>	<b>\$260,063</b>	<b>\$260,063</b>	<b>\$0</b>
Substance Abuse Block Grant	\$256,263	\$256,263	\$0
Sale of Tobacco to Minors Control Account (SAPT)	-\$2,000	-\$2,000	\$0
Safe and Drug Free Schools & Communities Grant	\$0	\$0	\$0
Uniform Data Systems	\$321	\$321	\$0
Access to Recovery Grant	\$3,387	\$3,387	\$0
SBIRT Grant	\$0	\$0	\$0
State Epidemiological Outcomes Workgroup (SEOW)	\$150	\$150	\$0
Strategic Prevention Framework-State Incentive Grant (SPF-SIG)	\$1,942	\$1,942	\$0
<b>Reimbursements</b>	<b>\$131,913</b>	<b>\$131,774</b>	<b>\$139</b>
DHCS: Drug Medi-Cal Regular (Caseload Estimates)	\$113,133	\$112,666	\$467
DHCS: Drug Medi-Cal Perinatal (Caseload Estimates)	\$2,548	\$2,876	-\$328
DHCS: Drug Medi-Cal State Support	\$3,846	\$3,846	\$0
DHS: HIPAA	\$758	\$758	\$0
CDC: Parolee Services Network	\$0	\$11,184	-\$11,184
Lottery	\$125	\$125	\$0
Other	\$11,503	\$319	\$11,184
<b>TOTALS</b>	<b>\$630,635</b>	<b>\$630,412</b>	<b>\$223</b>